SCOTT M. MATHESON
Governor

GORDON E. HARMSTON Executive Director, NATURAL RESOURCES

CLEON B. FEIGHT

Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING

1588 West North Temple
Salt Lake City, Utah 84116
(801) 533-5771

July 9, 1979

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Mr. Muril Vincelette Energy Fuels Nuclear, Inc. Three Park Central 1515 Arapahoe Denver, Colorado 80202

> RE: Tentative Approval & Surety Energy Fuels Nuclear, Inc. Sahara Mine ACT/015/026 Emery County, Utah

Dear Mr. Vincelette:

The Board of Oil, Gas and Mining, at their last monthly meeting, concurred with the Division's decision to grant tentative approval to Energy Fuels Nuclear, Inc.'s mining and reclamation plan for the Sahara Mine in Emery County, Utah.

An abbreviated version of the plan will be published one time in State and local newspapers to solicit public comment. If no adverse comments are received by the Division during the required thirty day waiting period, final approval can be granted upon the Division's receipt of the reclamation surety.

The Board has approved the Division's estimate of \$35,923.00 as the amount of surety to be posted, and they have also agreed to the bond form of surety, Energy Fuels Nuclear, Inc.'s preferred alternative as indicated by Mr. George Glasier. If the amount of surety is acceptable to Energy Fuels Nuclear, Inc. please complete and return the enclosed form, along with a notarial acknowledgement of the transaction.

Mr. Muril Vincelette July 9, 1979 Page Two

The Division would also appreciate having Energy Fuels Nuclear complete the approval process for the Repete Mine and the Hillside-Gizmo-Maybe Complex by posting the required sureties for these operations as soon as possible. Should you have any questions regarding the above please feel free to call.

Sincerely,

RONALD W. DANIELS

COORDINATOR OF MINED LAND DEVELOPMENT

RWD/te

Enclosure: Surety Estimate

MR Form 5